

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 2385 - SB 2881

February 8, 2022

SUMMARY OF BILL: Requires contracts procured by certain local government entities for services provided by an insurance producer to be procured on the basis of competence and integrity rather than by competitive bidding.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Tennessee Code Annotated § 12-3-1209(a) provides that contracts for legal services, fiscal agents, financial advisors or advisory services, educational consultant services, and similar services by professional persons or groups of high ethical standards shall not be based upon competitive solicitations, but shall be awarded on the basis of recognized competence and integrity.
- The proposed legislation would add services from an insurance producer to the list of services that must be contracted for based on competence and integrity rather than by competitive bidding.
- It is not expected that contracted based upon these specific regulations will result in substantial contract liability increases or decreases. Any fiscal impact to local government as a result of this legislation is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

/mp

HB 2385 - SB 2881